

Local Government Economic Development Fund (LGEDF) and Line-Item Grants Fact Sheet

LGEDF Grant Facts

- 1) Only an eligible coal producing county fiscal court may apply for an LGEDF grant.
- 2) Municipal governments and non-governmental agencies seeking access to single-county coal severance monies must do so by coordinating with their respective fiscal courts and apply under the grant process.
- 3) The fiscal court must pass a resolution for every application in open session of the fiscal court prior to submission.
- 4) Quarterly allocations are made by GOLD to each of the eligible single county coal severance accounts.
- 5) In the event that a county submits to GOLD multiple applications requesting funds in excess of the available balance, it will be the county's responsibility to prioritize the projects to be considered for funding that is available.
- 6) Grant applications will be accepted on an open enrollment basis. No applications may be processed prior to July 1, 2006.
- 7) Pursuant to KRS 42.4588(7), GOLD Commissioner will neither execute a memorandum of agreement awarding a grant nor submit same to the Finance and Administration Cabinet and the Government Contract Review Committee for final approval unless and until there exist sufficient funds in the appropriate county account to fully cover the entire cost of the applied-for project.
- 8) All grants awarded are subject to the LGEDF program guidelines.
- 9) The following categories are eligible for award:
 - a) economic development and industrial development;
 - b) public health and safety
 - c) public infrastructure
 - d) information technology development and access
 - e) public water and wastewater development
- 10) The following items are NOT eligible for award:
 - a) recurring investments/expenses or working capital (any operating, utility bills, salaries etc.);
 - b) projects that present unfair competition for established Kentucky firms;
 - c) projects that underwrite general governmental activities including the refinancing of existing debt incurred for government activities;
 - d) LGEDF project administration; and/or
 - e) activities or uses that do not comply with the "public use" of state funds provisions.
- 11) All reauthorized HB 269 and HB 267 line-items exist and will continue for their authorized life.

Line-Item Facts

- 1) The following line-items will be administered by GOLD:
 - a) Reauthorized HB 269 and 267 Line-Items
 - b) HB 380 Community Development Projects
 - c) HB 380 General Government Line-Items
 - d) HB 380 Coal and Non-Coal Producing Infrastructure Projects Line-Itemed for Non-Infrastructure Projects
- 2) Award of authorized line-item is contingent upon the recipient submitting the following information:
 - a) Detailed scope of work;
 - b) A budget detailing the use of funds; and
 - c) Resolution signed by the recipient.